



RBC Balanced Growth & Income Fund

Investment Objective

To provide a combination of capital growth and modest income. The fund invests primarily in a diversified portfolio of income-producing equity and fixed-income securities from anywhere around the world either directly or indirectly through investment in other mutual funds managed by RBC GAM or an affiliate.

Fund Details

Series	Load Structure	Currency	Fund Code
A	No Load	CAD	RBF481
A	No Load	USD	RBF403
Adv	Deferred Sales	CAD	RBF881
Adv	Front End	CAD	RBF721
Adv	Low Load	CAD	RBF081
Adv	Low Load	USD	RBF4403
Adv T5	Deferred Sales	CAD	RBF887
Adv T5	Front End	CAD	RBF789
Adv T5	Low Load	CAD	RBF087
T5	No Load	CAD	RBF511
H	No Load	CAD	RBF381

Inception Date	August 2013
Total Fund Assets \$Mil	1,359.6
Series A NAV \$	12.33
Series A MER %	2.08
Benchmark	40% FTSE TMX Canada Universe Bond Index 25% S&P/TSX Capped Composite Total Return Index 20% S&P 500 Total Return Index (CAD) 10% MSCI Emerging Markets Total Return Net Index (CAD) 5% MSCI Europe Total Return Net Index (CAD)

Income Distribution	Quarterly
Capital Gains Distribution	Annually

Sales Status	Open
Min. Investment \$	500
Subsequent Investment \$	25

Fund Category	Global Equity Balanced
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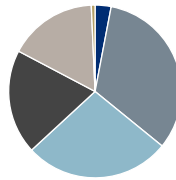
Management Company	RBC Global Asset Management Inc.
Web Site	www.rbcgam.com

Notes

Performance Analysis is in CAD and for CAD series A fund (RBF481).

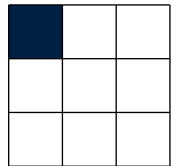
Portfolio Analysis as of June 30, 2017

Asset Mix



	% Assets
Cash	3.0
Fixed Income	32.9
Canadian Equity	27.3
US Equity	19.6
International Equity	16.6
Other	0.7

Equity Style



Value Blend Growth

Statistics

P/B Ratio	1.8
P/E Ratio	15.4
Avg. Mkt Cap. \$B	36.7

Top 5 Sectors

	% Equity
Financials	25.1
Energy	15.3
Information Technology	10.0
Industrials	8.1
Consumer Discretionary	7.1

Fixed Income Breakdown

	%
Govt. Bonds	39.0
Corp. Bonds	55.7
Other Bonds	2.1
MBS	0.0
Cash & Other	3.1
ABS	0.0

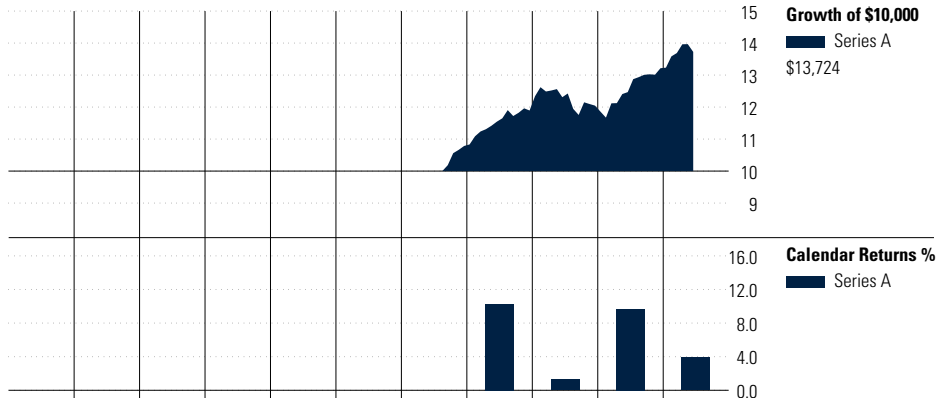
Characteristics

	%
Avg. Term to maturity (Yrs)	8.4
Modified Duration (Yrs)	6.0
Yield to Maturity	3.4

Top 25 Holdings

	% Assets
PH&N Total Return Bond Fund	12.5
RBC Emerging Markets Dividend Fund	9.7
RBC Global Corporate Bond Fund	8.5
RBC European Dividend Fund	6.8
RBC Global High Yield Bond Fund	6.5
BlueBay Global Monthly Income Bond Fund	6.5
Enbridge Inc	1.6
Royal Bank of Canada	1.4
The Toronto-Dominion Bank	1.4
Bank of Nova Scotia	1.1
Manulife Financial Corp	1.0
Brookfield Asset Management Inc Class A	0.8
Apple Inc	0.8
TransCanada Corp	0.7
Sun Life Financial Inc	0.7
Canadian Imperial Bank of Commerce	0.7
Microsoft Corp	0.6
Suncor Energy Inc	0.6
Bank of Montreal	0.6
Canadian Natural Resources Ltd	0.6
Brookfield Property Partners LP	0.6
Philip Morris International Inc	0.6
Canadian Pacific Railway Ltd	0.5
Intact Financial Corp	0.5
BCE Inc	0.5
Total % of Top 25 Holdings	66.0
Total Number of Portfolio Holdings	195
Total Number of Stock Holdings	456
Total Number of Bond Holdings	5,081
Total Number of Other Holdings	204
Total Number of Underlying Holdings	5,741

Performance Analysis as of June 30, 2017



Year	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016	YTD	
Return (%)	—	—	—	—	—	—	—	10.3	1.3	9.7	3.9	Fund
Quartile	—	—	—	—	—	—	—	2 nd	4 th	1 st	3 rd	Quartile

	1 Mth	3 Mth	6 Mth	1 Yr	3 Yr	5 Yr	10 Yr	Since Incep.	Trailing Return %
Return (%)	-1.7	0.3	3.9	10.1	5.9	—	—	8.3	Fund
Quartile	2 nd	3 rd	3 rd	3 rd	3 rd	—	—	—	Quartile
No. of Funds in Category	1101	1077	1061	1021	672	463	205	—	No. of Funds in Category



RBC Balanced Growth & Income Fund

Management Overview

Manager Bios

Jennifer McClelland

RBC Global Asset Management Inc.

Jennifer McClelland is Vice President and Senior Portfolio Manager, Canadian Equities. Jennifer began her investment career in 1993. She is a member of the North American equity team and is responsible for core and income-oriented Canadian equity mandates. Jennifer has a Bachelor Degree in Economics from the University of Western Ontario and is a CFA charterholder.

Sarah Riopelle

RBC Global Asset Management Inc.

Sarah Riopelle is Vice President and Senior Portfolio Manager, Investment Solutions. Sarah began her investment career in 1996. She is a member of the RBC Investment Strategy Committee and is responsible for the firm's Portfolio Solutions. Sarah has a Bachelor of Commerce in Finance and International Management from the University of Ottawa and is a CFA charterholder.

Brad Willock

RBC Global Asset Management Inc.

Brad Willock joined RBC in May 1996 and RBC Global Asset Management in July 2002. In his current role, he is responsible for core and income-oriented U.S. equity mandates. Brad has a Bachelor of Commerce and a Bachelor of Science, and is a CFA charterholder.

Performance Analysis Cont'd as of June 30, 2017

Distributions (\$)/Unit	YTD*	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
Total Distributions	0.06	0.16	0.42	0.40	0.10	—	—	—	—	—	—
Interest	0.06	0.07	0.07	0.06	0.05	—	—	—	—	—	—
Dividends	—	0.09	0.09	0.07	0.01	—	—	—	—	—	—
Capital Gains	—	—	0.27	0.27	0.03	—	—	—	—	—	—
Return Of Capital	—	—	—	—	—	—	—	—	—	—	—

Best/Worst Periods %	Ended	1 Yr	Ended	3 Yr	Ended	5 Yr	Ended	10 Yr
Best	8-2014	19.1	8-2016	9.0	—	—	—	—
Worst	2-2016	-7.5	6-2017	5.9	—	—	—	—
Average		7.3		7.2				
No. of Periods		35		11				
Pct. Positive		85.7		100.0				

* Distributions are characterized into income type at year-end.

Quarterly Commentary as at June 30, 2017

The economic uptick that took root last year has continued to bloom and a synchronized global economic expansion is at hand, with leading indicators pointing to a faster-than-normal clip across much of the world.

The Fund's overweight position in equities and underweight position in fixed income had a positive impact on performance. Global bond yields rose in June, reversing the trend in place since late 2016, as more central banks joined the U.S. in signaling that monetary policy would be tightened. The Fund benefited from exposure to the Phillips, Hager & North Total Return Bond Fund and the RBC Global Corporate Bond Fund.

U.S. stocks rose, despite some deterioration in U.S. economic data, amid robust earnings growth. Canadian stocks underperformed other major global equity markets due to Canada's significant exposure to resource stocks. Returns were boosted by exposure to the RBC Emerging Markets

Dividend Fund, offset by the negative impact of Canadian equities.

The portfolio manager is budgeting for a bit faster global economic growth over the next few years than has been the case in the recent past, and expects bond yields to rise over the long term. However, fading confidence in President Trump's ability to bolster growth and generate faster inflation has recently weighed on yields, reintroducing the fixed-income valuation risk that had been alleviated shortly after the election. U.S. profit growth is recovering from a two-year decline and, if earnings continue to rise as analysts expect, the total-return potential for stocks remains quite positive. However, the portfolio manager has gradually begun to dial back the Fund's overweight exposure to equities given the aging business cycle, less compelling valuations and concern complacency is beginning to seep into markets.



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Disclosure

RBC Funds, BlueBay Funds, PH&N Funds and RBC Corporate Class Funds are offered by RBC Global Asset Management Inc. and distributed through authorized dealers.

Commissions, trailing commissions, management fees and expenses all may be associated with mutual fund investments. Please read the prospectus or Fund Facts document before investing. Except as otherwise noted, the indicated rates of return are the historical annual compounded total returns including changes in unit value and reinvestment of all distributions and do not take into account sales, redemption, distribution or optional charges or income taxes payable by any unitholder that would have reduced returns. Mutual funds are not guaranteed or covered by the Canadian Deposit Insurance Corporation or by any other government deposit insurer. For money market funds, there can be no assurances that the fund will be able to maintain its net asset value per unit at a constant amount or that the full amount of your investment in the fund will be returned to you. The value of mutual funds change frequently and past performance may not be repeated.

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completeness or correctness. All opinions and estimates constitute RBC GAM's judgment as of the date of this document, are subject to change without notice and are provided in good faith but without legal responsibility. The Top Ten/25 Holdings may change due to ongoing portfolio transactions within the fund. The Prospectus and other information about the underlying investment funds are available at www.sedar.com.

MER (%) for RBC Funds and PH&N Funds is based on actual expenses for the full-year period, January 1 to December 31, 2016, expressed on an annualized basis.

MER (%) for RBC Corporate Class Funds is based on actual expenses for the full-year period, April 1, 2016 to March 31, 2017, expressed on an annualized basis.

Adjusted MER is provided for funds with management fee changes effective June 30, 2016. The Adjusted MER represents what the reported MER would have been had management fee changes been in effect throughout 2016.

Series H and Series I are not available for purchase by new investors. Existing investors who hold Series H or Series I units can continue to make additional investments into the same series of the funds they hold.

Graphs are only used to illustrate the effects

of the compound growth rate and do not reflect future values of any fund or returns on investment of any fund.

The fund profile is provided for informational purposes only. Particular investments and/or trading strategies should be evaluated relative to each individual's investment objectives. The information contained in the fund profile is not, and should not be construed as, investment or tax advice. You should not act or rely on the information contained in the fund profile without seeking the advice of an appropriate professional advisor.

Quartile rankings are determined by Morningstar Research Inc., an independent research firm, based on categories maintained by the Canadian Investment Funds Standards Committee (CIFSC). Quartile rankings are comparisons of the performance of a fund to other funds in a particular category and are subject to change monthly. The quartiles divide the data into four equal segments expressed in terms of rank (1, 2, 3 or 4). This is the Morningstar quartile ranking of Series A and F units of the Fund as of April 30, 2017.

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